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Jeffrey M. Nelson Chief Legal Officer

November 13, 2018

VIA ELECTRONIC FILING

Jocelyn G. Boyd, Esquire Chief Clerk & Administrator Public Service Commission of South Carolina 101 Executive Center Drive, Suite 100 Columbia, South Carolina 29210

RE: South Carolina Electric & Gas Company Request for Approval of a Contract for Electric Service with Project 55, LLC (Redacted) and Request for Confidential Treatment

Docket No. 2018-339-E

By this letter, the South Carolina Office of Regulatory Staff ("ORS") hereby notifies the Public Service Commission of South Carolina ("Commission") that ORS has reviewed and discussed with South Carolina Electric & Gas Company ("SCE&G" or "Company") personnel the Company's request for approval of a contract for electric service ("Contract") with Project 55, LLC ("Project 55").

Project 55 is a South Carolina limited liability company with plans to invest \$3 million to establish a data center, and to create an expected 5 new jobs at the former Sara Lee plant in Barnwell, South Carolina.

SCE&G will provide electric service to the facility in accordance with the Company's Rate 24 – Large General Service Time of Use Rate along with an Economic Development Incentive Credit ("Credit"). The Contract has an initial term of ten (10) years, unless SCE&G and Project 55 agree to an early termination and is extended automatically until terminated by either party.

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Based on our review of the information provided, ORS supports the Company's Contract with Project 55. ORS has no objection to the request for confidential treatment of certain provisions in the contract which include pricing due to the commercial sensitivity and highly competitive nature of the industry in which Project 55 operates.

If you have any questions, please do not hesitate to contact me.

Sincerely,

effirer M. Nelson

cc: Joseph Melchers, Esquire (via E-mail)
All Parties of Record (via E-mail)